

Request for City Council Committee Action from the Department of Public Works

Date: May 23, 2013

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral to: Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

Subject: Contract Amendment - Minneapolis Refuse Incorporated for

Additional Packer Truck Rental

Recommendation:

Authorize the proper city officials to amend the terms of the agreement between Minneapolis Refuse Incorporated (MRI) and the City of Minneapolis (CITY) to increase the quantity of City owned packer trucks for rental to MRI from five to six. The rental rate is \$2300/month per truck.

Previous Directives:

- November 16, 2012: City Council authorization to amend the terms of the agreement between Minneapolis Refuse Inc. (MRI) and the City of Minneapolis to include a provision for the lease of up to five City-owned packer trucks to MRI at a rate of \$2300/month.
- <u>July 20, 2012</u>: City Council authorization to negotiate the terms of an amendment that may include an extension to the existing agreement with Minneapolis Refuse Inc. (MRI) to provide solid waste and recycling collection services for the residents in the current MRI service area to allow for the transition to a one-sort recycling program.
- May 25, 2012: City Council direction to implement one-sort recycling collection program for the residents of the City of Minneapolis.

Department Information:

Prepared by: David Herberholz, Director, Solid Waste and Recycling			
Approved by:			
Steven A. Kotke, P.E., Director of Public Works			
Presenters in Committee: David Herberholz, Director, Solid Waste and Recycling			

Reviews

Permanent Review Committee (PRC): Approval ____ Date _____

•	Civil Rights Approval	Approval Date
		Approval Date

Financial Impact

- No financial impact
- Action is within the Business Plan

Community Impact

- Neighborhood Notification
- City Goals
- Comprehensive Plan
- Zoning Code
- Other

Supporting Information

<u>Background</u>

On May 25, 2012, the City of Minneapolis Public Works Department received City Council approval to implement a one sort recycling collection program for the residents of the City of Minneapolis.

On July 20, 2012, the City of Minneapolis Public Works Department received City Council authorization to negotiate the terms of an amendment that may include an extension to the existing agreement with Minneapolis Refuse Inc. (MRI) to provide solid waste and recycling collection services for the residents in the current MRI service area to allow for the transition to a one-sort recycling program. Through the negotiation process, MRI agreed to expand one-sort recycling in their service delivery area on the city's preferred one-sort recycling rollout schedule without an extension to their existing contract. To do this, the contract amendment included a provision for the city to lease up to 5 packer trucks to MRI at a rate of \$2300/month.

Recommended Action

Based on the impact of increased recycling from the one-sort recycling roll-out in November, 2012, MRI has identified a need for an additional rental truck to route and provide efficient recycling collection service to Minneapolis residents in their contracted half of the City.

Therefore, Public Works is recommending that the City Council authorize the proper city officials to execute a second amendment to the contract with MRI to increase the quantity of rental trucks to from five to six.